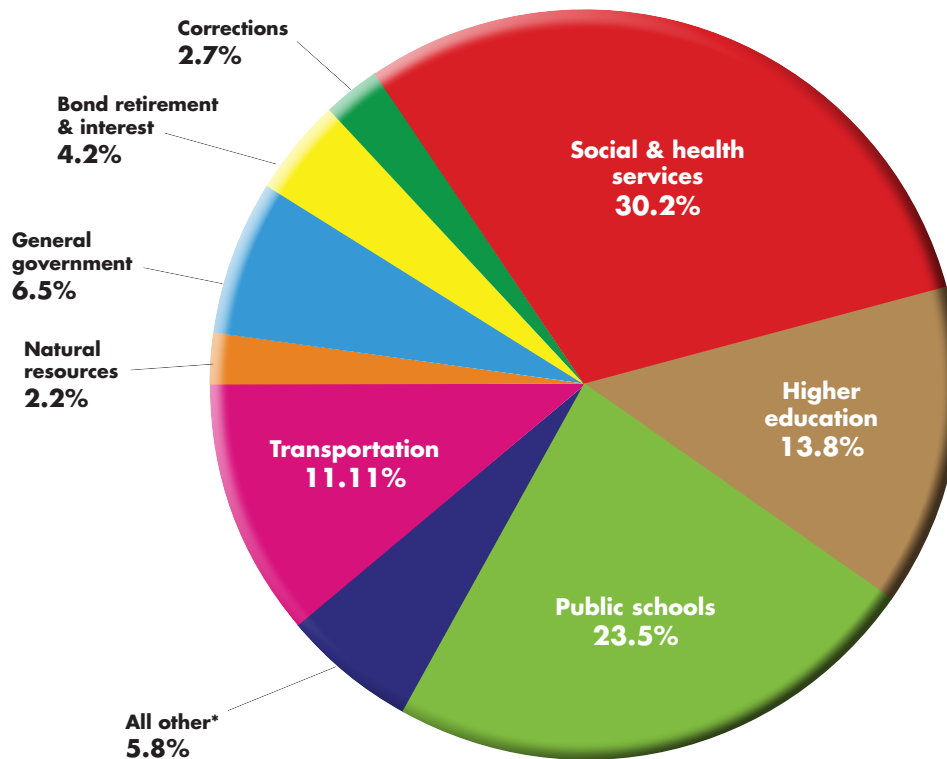











GOVERNOR'S PROPOSED BOOK 1 BUDGET EXPENDITURES

Operating of All Funds Expenditures after the
2010 Supplemental Budget.

(Dollars in Millions)



Category	Dollars in Millions
 Public schools	\$15,590
 Higher education	\$9,179
 Social & health services	\$20,105
 Corrections	\$1,768
 Bond retirement & interest	\$2,793
 General government	\$4,333
 Natural resources	\$1,486
 Transportation	\$7,398
 All other*	\$3,831
Total	\$66,484

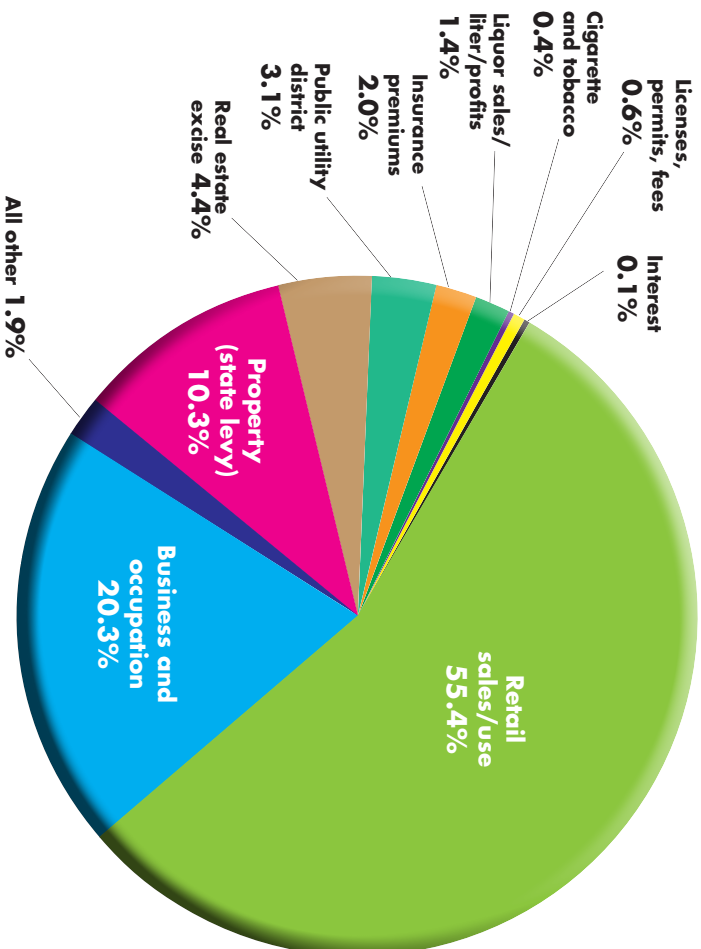
*All Other includes Other Education, Contributions to Retirement, Other Special Appropriations.

BUILDING THE STATE'S BUDGET

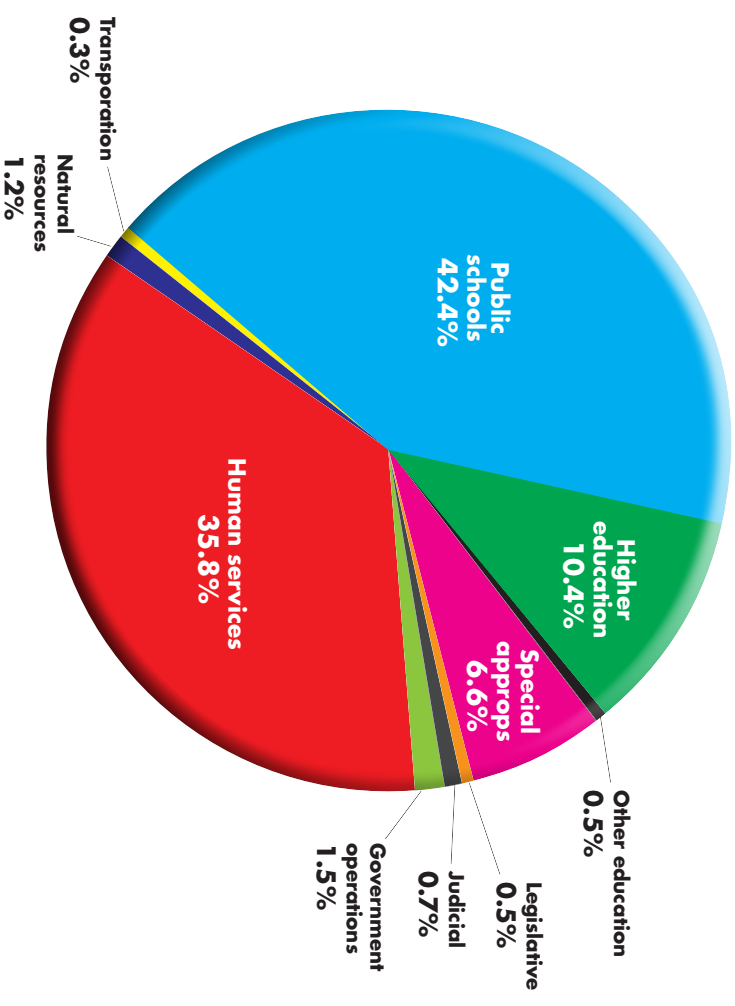
To understand how our state government operates, it's essential to know where the revenue comes from, and where it ultimately goes.

These charts help illustrate those two points.

What revenues support the state budget?
Mostly state sales tax, business and occupation tax... and some property tax.

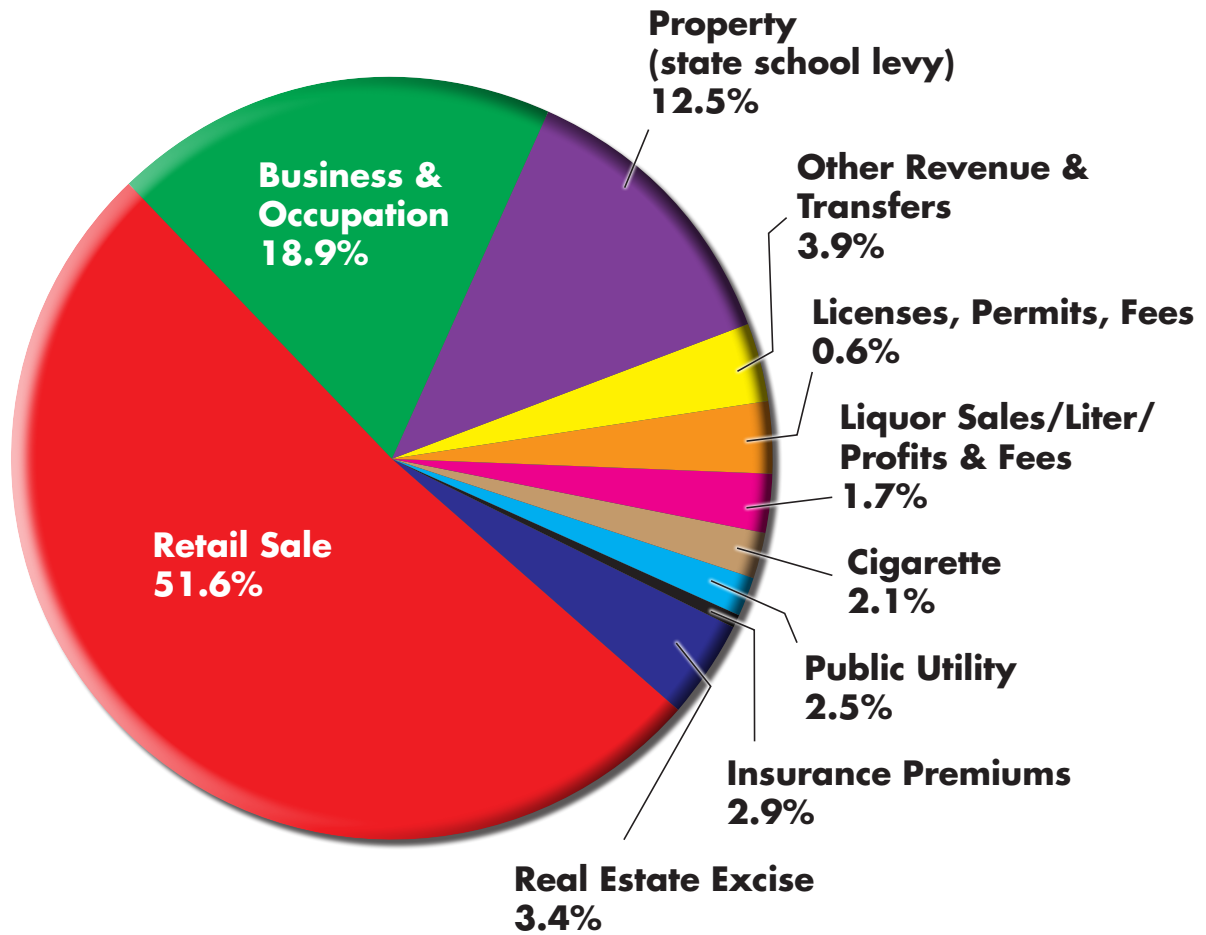












Over 95% of the state's operating budget is spent in four areas:
public schools, human services, higher ed and special appropriations (debt.).



2009-11 BIENNIUM REVENUES

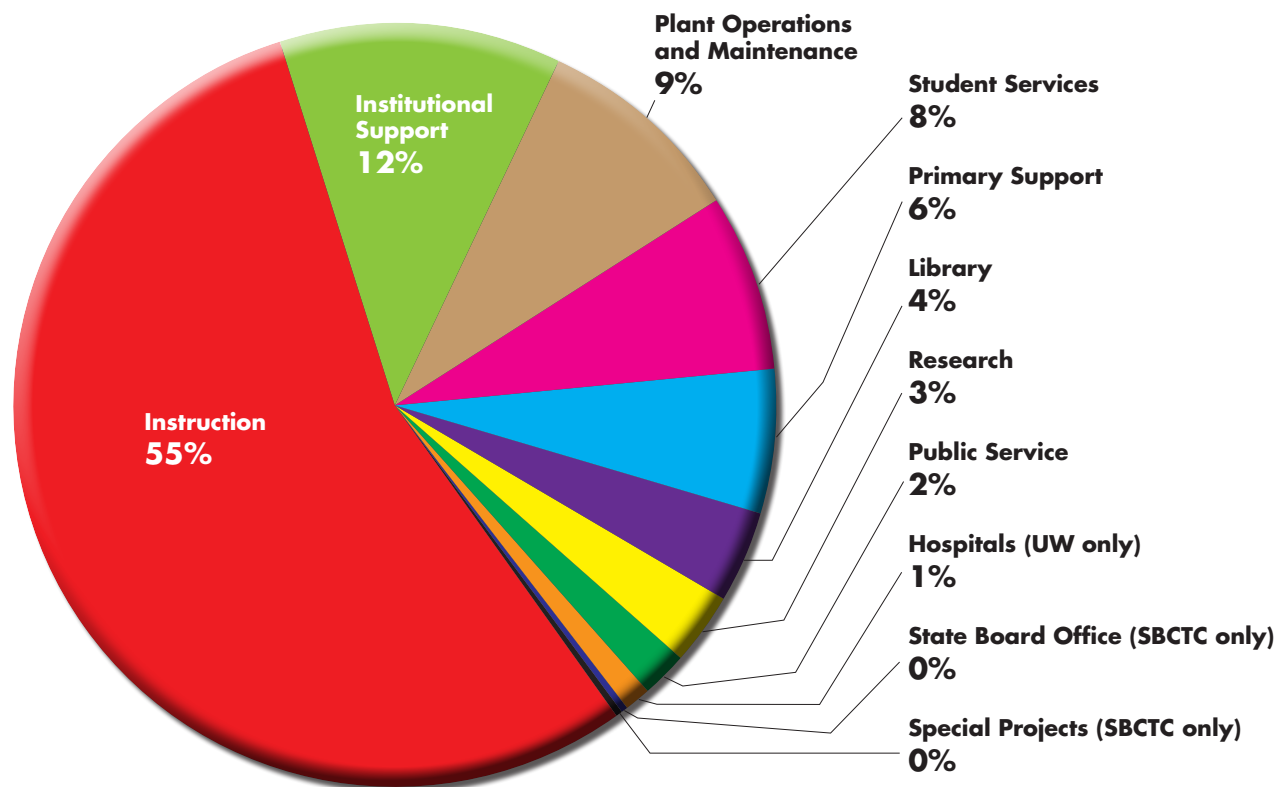
General Fund – State (November 2009 Forecast)



Revenue	\$ in Million
 Retail Sale	14,877
 Business & occupation	5,444
 Property (state school levy)	3,618
 Real estate excise	968
 Insurance premiums	845
 Public Utility	723
 Cigarette	592
 Liquor sale/liter/profits & fees	476
 License, permits, fees	186
 Other revenue & transfers	1,115
Total	\$28,843

BRIEF OVERVIEW OF FISCAL YEAR 2009 NEAR GENERAL FUND-STATE EXPENDITURES AT WASHINGTON STATE PUBLIC FOUR-YEAR AND TWO-YEAR INSTITUTIONS

Higher Education Institutions: FY 2009 Near General Fund-State Expenditures by Program



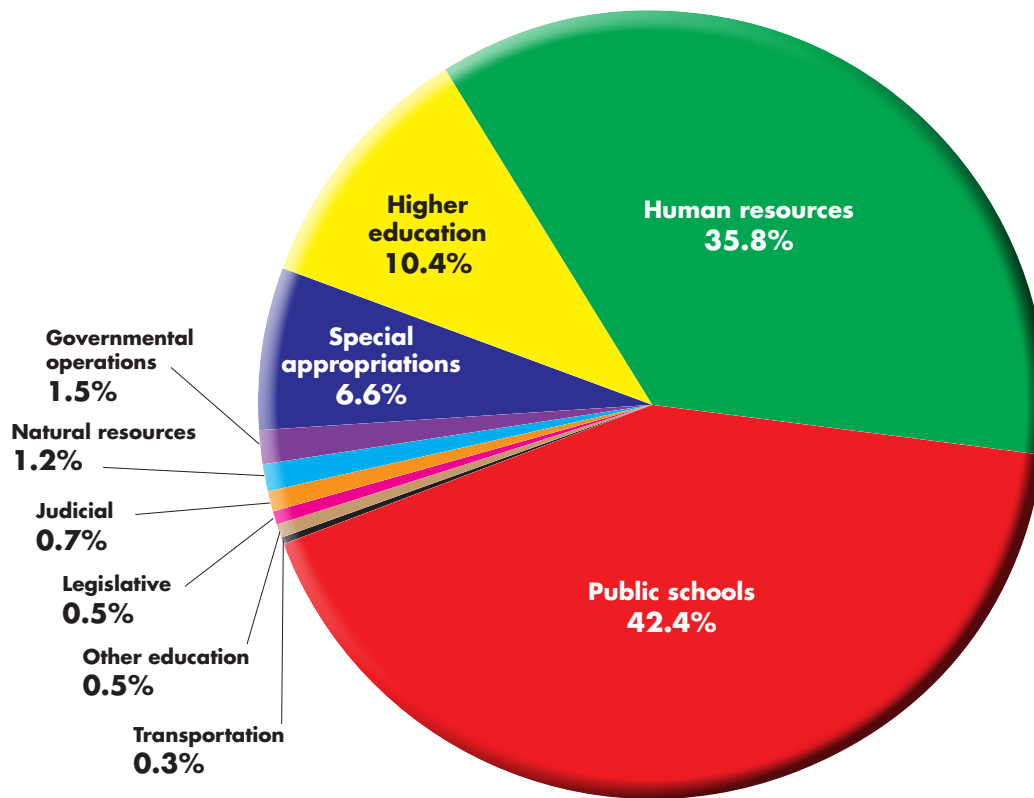
Fiscal Year 2009 Expenditures by Program (dollars in thousands)	
Instruction	\$ 861,285
Research	\$ 38,581
Public Service	\$ 26,689
Primary Support	\$ 91,811
Library	\$ 58,698
Student Services	\$ 122,866
Hospitals (UW only)	\$ 15,477
Institutional Support	\$ 182,420
Plant Operations and Maintenance	\$ 146,157
State Board Office (SBCTC only)	\$ 5,519
Special Projects (SBCTC only)	\$ 3,561
Total	\$ 1,553,064

Other Fiscal & Higher Education Data for FY 2008:

- State funding for financial aid in FY 2009: \$253 million
 - ♦ Includes State Need Grant, State Work Study, Washington Scholars, Conditional Scholarship and Loan Programs and other programs administered by the HECB
 - ♦ Also includes Opportunity Grant (which is also captured in expenditure table).
- State supported full time student enrollments:
 - ♦ Four Years: 95,670
 - ♦ Two Years: 139,237

2009-11 WASHINGTON STATE OPERATING BUDGET

General Fund-State (Dollars in Thousands)



Near General Fund - State (Dollars in Thousands)	
Legislative	\$156,095
Judicial	\$229,184
Governmental operations	\$478,741
Human services	\$11,250,814
Natural resources	\$379,918
Transportation	\$85,214
Public schools	\$13,311,962
Higher education	\$3,262,624
Other education	\$165,778
Special appropriations	\$2,068,266
Statewide Total	\$31,388,596